

In the specification:

At page 2, beginning at line 31, amend the fourth full paragraph as follows.

In order to achieve the above object according to the present invention, there is provided a machine tool facility equipped with a pallet exchanger for automatically exchanging the pallets mounted on a table or on a pallet-mounting plate, comprising:

a machine tool having a main spindle supported to rotate about a horizontal axis and for mounting a tool on the front end thereof, and a table or a pallet-mounting plate facing the front surface of the main spindle and for detachably attaching a pallet to a vertical surface, the machine tool being designed to machine the work, *i.e.*, workpiece, fixed to the pallet; and

a pallet exchanger having a base provided neighboring the table or the pallet-mounting plate and serving as a base plate for the pallet exchanger, a pallet support member provided on the base so as to rotate about a vertical axis thereof in an indexing manner, having at least two vertical pallet-mounting surfaces and detachably mounting the pallet, and pallet-moving means for moving the pallet, in a vertical state, between the table or the pallet-mounting plate and the pallet support member to exchange the pallets.

At page 11, amend the second full paragraph beginning at line 31 as follows.

When the pallets P, P' and the work, *i.e.*, workpiece, are relatively light in weight, the pallet may be directly supported by the lift rollers 127 which constitute the guide means, without providing the above-mentioned lift means or vertical support members.